GOVERNMENT OF INDIA
FINANCE
LOK SABHA

UNSTARRED QUESTION NO:3239
ANSWERED ON:11.08.2000
INVESTMENT BY INDIAN COMPANIES ABROAD
BALIRAM

Will the Minister of FINANCE be pleased to state:

(a) the names of Indian companies who have made acquisitions abroad ;

(b) the extent of their investment in each case ;

(c) the return in terms of profits to country ;

(d) whether Government are monitoring the performance of these companies; and

(e) if so, the details thereof ?

Answer

MINISTER OF STATE IN MINISTRY OF FINANCE (SHRI V. DHANANJAYA KUMAR)

(a) , (b) & (c) : According to the information furnished by Reserve Bank of India, the names of Indian companies who have made acquisitions in 64 overseas concerns with equity stake of over 50% and the extent of such investments are given in Annexure I. The available information in RBI on the returns in respect of10 Joint ventures/WhollyOwned Subsidiaries (JV/WOS) from such investment by way of dividend, royalty, consultancy fees etc. are given in Annexure II.

(d) & (e) : The performance of the JV/WOS is monitored by the Reserve Bank of India through the Annual Performance Reports (APRs)submitted by the Indian companies after the finalisation of the annual accounts. APRs contain informationrelating to the turnover, net profit, repatriation made vis-â€¦-vis entitlements, non-equity exports actually made, etc.

Annexures referred to in the reply to Lok Sabha Unstarred Q.No. 3239 for answer on 11.8.2000

ANNEXURE I

List of approvals for overseas acquisitions (majority stake) By Indian companies from 1st January 1960 to 31st July, 2000

Amount in US$ million

Indian Promoter Co.	Date of approval	Country	Equity	Loan (L) Guarantee (G)	% of equity/
Applitech Solutions Ltd.	14.6.1999	Singapore	0.14		100
Applitech Solutions Ltd.	14.6.1999	Australia	000 +		100
Applitech Solutions Ltd.	14.6.1999	USA	0.02		100
Arasan International	6.5.2000	USA	0.27		100
Atul Ltd.	2.1.1997	U.K	1.66	(G) 0.83	100
Avon Cycles Ltd.	6.1.1997	Tanzania	1.95		100
Berger Paints India Ltd.	2.5.2000	Nepal	0.69	(L) 0.29	100
BFL Software Ltd.	8.6.2000	USA	168.03		100
Choice Trading Corpn.	23.6.1992	USA	0.01		100
CMC Ltd.	28.4.1997	USA	1.50		100
CMC Ltd.	29.9.1991	USA	0.10		100
Data Line Transcription	26.7.2000	USA	0.11		100
East India Hotels					

Ltd.	12.7.1999	BVI	8.10		100
Eastern Software System	21.10.1999	Indonesia	0.36		100
Euro-Vista Trading Co.	13.2.1992	Singapore	0.08		65
GE Indian Services Ho	22.3.2000	Mauritius	000 +		100
Genesys Technology Ltd.	4.1.2000	USA	0.10		100
Global Telesystems Ltd.	24.3.1995	Mauritius	3.00		100
Goa Carbons Ltd.	31.1.2000	Mauritius	0.03		100
Gujarat Glass Ltd.	22.7.1999	Sri Lanka	9.05		100
H.G.S Apparels Pvt. Ltd.	5.7.1993	USA	0.15		75
IFB Industries Ltd.	22.9.1997	Mauritius	2.18	(L) 1.70	100
Indian Card Clothing	6.11.1997	U.K	0.35		60
Indian Organic Chemical	20.5.1999	Mauritius	000 +		100
Ind Telesoft Pvt. Ltd.	18.1.2000	USA	0.07		100
Ind Telesoft Pvt. Ltd.	18.1.2000	USA	0.01		100
Infotech Enteprises	26.7.1999	U.K	3.52		100
J.K Informatics Ltd.	29.10.1999	USA	0.03		100
Kissan Products Ltd.	8.11.1994	Nepal	0.09		53
KLG Systel Ltd.	10.4.2000	USA	5.65		100
KLG Systel Ltd.	3.1.2000	USA	5.87		51
Leading Edge Systems	31.3.2000	Bermuda	139.40		100
Maersk India Ltd.	10.4.2000	Nepal	0.01		95
Mafatla Industries Ltd	9.1.1996	Channel Islands			
Mafatlal Industries Ltd.	13.6.1996	Channel Island	8.47	(G) 5.98	85
ICICI Securities & FI	25.4.1996	Channel Island			
Mascon Technical Services	19.7.1996	USA	1.58		100
Modi Entertainment Ne	10.4.2000	Mauritius	0.10		100
Nalli Vishwanath	21.9.1992	Singapore	0.06		100
NIIT Ltd.	21.9.1995	U.K	5.00		100
Ogilvy & Mather Ltd.	19.3.1999	Sri Lanka	0.45		75
Pan Music & Magazines	5.3.1999	France	0.10	(L) 2.30	100
Ramesh Flowers Ltd.	1.10.1999	USA	0.07		70
Rave Technologies	14.6.2000	U.K	1.59		100
Real Times Holdings (P)	20.5.2000	USA	0.50		51.95
Sejal Gems Pvt.Ltd.	5.3.1999	USA	0.05		90
Shriram Global Techno	6.7.2000	BVI	0.50		100
Silicon Software Desi	29.7.1998	U.K	0.04		100
Silicon Automation Sys	17.3.1998	Japan	0.08		100
Silverline Industries	27.12.1999	USA	46.25		100
SNR Softech Pvt. Ltd.	18.10.1999	USA	0.01		51
SSI Ltd.	3.11.1999	USA	2.76		100
Sterling Infotech Ltd.	23.12.1999	Singapore	0.68		87.5
Strides Arcolab Ltd.	5.1.2000	USA	8.01	(G) 4.02	100
Subex Systems Ltd.	6.1.2000	USA	6.71		100
Suvi Information System	31.5.1999	USA	000 +	000	100
SVG Software Pvt. Ltd.	19.3.1999	USA	0.05		66.67
Synergy Login System	20.5.2000	Singapore	0.44		100
System America India	4.5.2000	Canada	0.18		100
Tata Tea Ltd.	6.3.2000	U.K	101.69		86.11
Teamasia Semiconductor	8.5.2000	Mauritius	6.48		100
Techmatic (India) Pvt. Ltd.	16.8.1999	U.K	000 +		100
Television Eighteen India	5.11.1996	Mauritius	1.00		100

Usha Beltron Ltd.	17.9.1998	USA	0.13			100
Usha Beltron Ltd.	27.7.1999	U.K	7.75	(G)	3.00	100
Wockhardt Ltd.	8.5.2000	USA	50.00	(L)	20.00	100
Zee Telefilms Ltd.	23.9.1999	BVI	470.59			100
Zenith Infotech Ltd.	10.9.1999	Singapore	0.03			100

Note: Subsequent additional investments in an existing concern acquired earlier is not counted as separate acquisition.

\+ Investment amount less that US$ 10,000.

ANNEXURE II

Inflow from Overseas Companies

Name of Indian Promoter	Inflow in Indian Rupees (000 omitted)
Avon Cycles Ltd.	58066.029
CMC Ltd.	3607.9456
Global Telesystems Ltd.	13096
Global Telesystems Ltd.	2335.608
Indian Card Clothing Company	1258.623
Indian Card Clothing company	1100.2464
Indian Hotels Co. Ltd.	16713
Indian Organic Chemical	1947.825
Janpath Investments & Holdings	588087
Sonata Software Ltd.	45900
Sriram Global Techno Ltd.	4328.5
Sriram Global Techno Ltd.	4251.02
Usha Beltron Ltd.	7945
Usha Beltron Ltd.	5386.192
Usha Beltron Ltd.	2356.459